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Eric Forth MP
Parliamentary Under Secretary of State for Industry & Consumer Affairs

CONFIDENTIAL

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23 August 1989

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Jew Dayles,

Thank you for your letter of 21 July to David Young on advertising minutage. I am replying in Nick Ridley's absence on holiday.

It is clearly important to ensure as free a market for advertising as possible within the necessary constraints of some minutage limitations. Indeed, our proposals for Channels 4 and 5 were based at least in part on the need to relieve the present excess of demand for TV advertising. I would therefore be wary of leaving decisions on minutage totally to the ITC who will have a less keen interest in seeing the advertising market run efficiently. Your proposal also gives the ITC a measure of discretion that is not totally consistent with its role as a "light touch" licensing body.

I do, however, appreciate the political benefit of leaving difficult decisions on minutage to the ITC although my fear is that it would be unlikely to change the status quo. If other colleagues agree, I am therefore content to go along with your proposal that the ITC should be left to decide the level of minutage itself on a similar basis to the IBA today.





BROADCASTING: BBC Funances ATQ.



I am copying this letter to the Prime Minister, to the members of MISC 128 and to Sir Robin Butler.

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ERIC FORTH





